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MEMBERSHIP

April 5, 2021

Consolidated Financial Results for the Fiscal Year Ended February 28, 2021 (Under Japanese GAAP)

Company name: Daiseki Co., Ltd.
 Listing: Tokyo Stock Exchange / Nagoya Stock Exchange
 Securities code: 9793
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 Scheduled date of ordinary general meeting of shareholders: May 27, 2021
 Scheduled date to commence dividend payments: May 28, 2021
 Scheduled date to file annual securities report: May 28, 2021
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for analysts and institutional investors)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended February 28, 2021 (from March 1, 2020 to February 28, 2021)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 28, 2021	51,530	(4.7)	10,242	(5.7)	10,451	(5.2)	6,521	(7.4)
February 29, 2020	54,088	5.4	10,865	19.3	11,025	19.8	7,044	15.2

Note: Comprehensive income For the fiscal year ended February 28, 2021: ¥6,981 million [(6.5)%]
 For the fiscal year ended February 29, 2020: ¥7,473 million [19.1%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
February 28, 2021	152.37	—	9.0	11.1	19.8
February 29, 2020	164.68	—	10.4	12.4	20.0

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended February 28, 2021: ¥— million
 For the fiscal year ended February 29, 2020: ¥— million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
February 28, 2021	95,756	80,717	77.2	1,728.53
February 29, 2020	92,050	76,313	76.0	1,636.76

Reference: Equity
 As of February 28, 2021: ¥73,992 million
 As of February 29, 2020: ¥70,017 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
February 28, 2021	9,784	981	(3,049)	33,663
February 29, 2020	9,633	(11,964)	(450)	25,946

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended February 29, 2020	—	23.00	—	33.00	56.00	2,395	34.0	3.5
Fiscal year ended February 28, 2021	—	28.00	—	28.00	56.00	2,397	36.7	3.3
Fiscal year ending February 28, 2022 (Forecast)	—	28.00	—	28.00	56.00		32.3	

3. Consolidated earnings forecasts for the fiscal year ending February 28, 2022 (from March 1, 2021 to February 28, 2022)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 31, 2021	29,300	13.2	5,770	15.6	5,840	13.6	3,730	18.9	87.13
Fiscal year ending February 28, 2022	56,600	9.8	11,400	11.3	11,500	10.0	7,400	13.4	172.87

* Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of February 28, 2021:	43,000,000 shares
As of February 29, 2020:	43,000,000 shares

(ii) Number of treasury shares at the end of the period

As of February 28, 2021:	193,355 shares
As of February 29, 2020:	221,669 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended February 28, 2021	42,797,745 shares
Fiscal year ended February 29, 2020	42,772,937 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended February 28, 2021 (from March 1, 2020 to February 28, 2021)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 28, 2021	30,862	(7.9)	8,221	(7.5)	8,384	(7.4)	5,571	(10.8)
February 29, 2020	33,545	4.4	8,896	7.2	9,063	7.3	6,248	4.4

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
February 28, 2021	130.18	—
February 29, 2020	146.09	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
February 28, 2021	75,444	67,021	88.8	1,565.67
February 29, 2020	72,540	64,039	88.2	1,497.00

Reference: Equity

As of February 28, 2021: ¥67,021 million
As of February 29, 2020: ¥64,039 million

2. Non-consolidated earnings forecasts for the fiscal year ending February 28, 2022 (from March 1, 2021 to February 28, 2022)

(Percentages indicate year-on-year changes.)

	Net sales		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 31, 2021	17,220	9.3	4,640	6.4	3,190	14.4	74.52
Fiscal year ending February 28, 2022	34,180	10.7	9,170	9.3	6,320	13.4	147.64

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The earnings forecasts above are based on information available as of the date of disclosure of this material. Actual business results may differ from forecast figures due to various factors occurring in the future. Regarding matters related to the earnings forecasts above, please refer to page 3 of the attached material.

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1. Overview of operating results and others

(1) Overview of operating results for the fiscal year

During the fiscal year under review, the Japanese economy significantly contracted as the global economy experienced a severe downturn resulted from lockdowns and movement restrictions imposed by overseas countries due to novel coronavirus disease (COVID-19). However, in the second half of the fiscal year, the economy entered a new phase and showed recovery as China first took actions to come out with countermeasures against COVID-19, as well as aggressive monetary and fiscal policies to counteract the sluggish economy, with the US and the EU countries following suit.

Amid such an economic situation, a mainstay business of the Company group (the “Group”), the industrial wastes treatment business centered on industrial wastewater treatment, has seen a gradual recovery in order volumes since summer amid the continued economic recovery trend after the domestic industrial production hit bottom in May 2020. Further, the Company’s selling price of recycled fuels regained its stability with the crude oil price, which plummeted at the beginning of the fiscal year, picked up again after summer. Given such changes in the external environment, earnings results, which once bottomed out in August gained renewed momentum towards the recovery. The Company has been expanding its businesses with continued efforts to boost the market share in various areas in Japan when restrictions were imposed on business activities due to the COVID-19 pandemic. Also, the Company continued to strengthen its structure to swiftly respond to restoration work required by more frequently occurring natural disasters in recent years. As a result, such efforts have built up greater trust between the Company and customers, municipalities, and residents.

In the soil pollution treatment business of Daiseki Eco. Solution Co., Ltd., its profitability has deteriorated due to a decline in sales order unit price since the previous fiscal year. The so-called “COVID-19 shock” accelerated market contraction, which triggered a further decline in sales order unit price, severely aggravating the external environment during the first half of the fiscal year under review. In particular, the profitability of the general soil pollution treatment business significantly deteriorated and the profit ratio dropped. However, since the second half of the fiscal year, when business activities returned to normality, the Company has again started acquiring high value-added cases and resumed consulting business of the Company’s forte, gaining momentum to improve its profitability across the board. Consequently, the earnings results exhibited a recovery trend after hitting bottom in the second quarter.

Further, the lead recycling business in Daiseki MCR Co., Ltd. secured higher profits despite recording lower net sales for the full year, as the profitability was improved, supported by a gradual rise in lead price following its plunge to the record low price in May 2020, and the solid plant operation trend.

In the washing business for large tanks in System Kikou Co., Ltd., its earnings results were sluggish due to a postponement of constructions and a deferment of the receipt of sales orders due to a state of emergency declared in April during the first quarter. However, as the normality of businesses returned after the second quarter, its business advanced steadily.

As a result, for the fiscal year under review, net sales, operating profit, ordinary profit, and profit attributable to owners of parent were ¥51,530 million (down 4.7% year on year), ¥10,242 million (down 5.7% year on year), ¥10,451 million (down 5.2% year on year) and ¥6,521 million (down 7.4% year on year), respectively.

As the Group consists of a single business segment, the environment-related business, the information by segment is omitted.

(2) Overview of financial position for the fiscal year

Assets, liabilities and net assets

Total assets of the Group increased by ¥3,706 million compared with the end of the previous fiscal year, amounting to ¥95,756 million. The increase was largely due to an increase in cash and deposits of ¥5,069 million, offset by a decrease in long-term time deposits of ¥1,000 million under assets. Short-term borrowings decreased by ¥670 million under liabilities.

Net assets of the Group increased by ¥4,403 million compared with the end of the previous fiscal year, amounting to ¥80,717 million. The increase was largely due to an increase in shareholders’ equity of ¥3,989 million by recording profit gains.

(3) Overview of cash flows for the fiscal year

During the fiscal year under review, cash and cash equivalents (“cash”) amount to ¥33,663 million as of the end of the fiscal year under review, up by ¥7,716 million, compared to the end of the fiscal year ended February 29, 2020. The increase consists of ¥9,784 million provided by operating activities, ¥981 million provided by investing activities, and ¥3,049 million used in financing activities.

The respective cash flow positions and the factors thereof in the fiscal year under review are as follows.

Cash flows from operating activities

Net cash provided by operating activities for the fiscal year under review totaled ¥9,784 million (up 1.5% year on year), as a result of realizing ¥10,066 million of profit before income taxes and ¥2,374 million of depreciation, partially offset by ¥3,531 million of income taxes paid, among others.

Cash flows from investing activities

Net cash provided by investing activities for the fiscal year under review totaled ¥981 million (compared to ¥11,964 million used in the previous fiscal year), as a result of realizing ¥3,820 million of proceeds from withdrawal of time deposits and ¥2,300 million of proceeds from sales and redemption of short-term and long-term investment securities, partially offset by ¥2,655 million of purchase of property, plant and equipment and ¥2,554 million of purchase of investment securities, among others.

Cash flows from financing activities

Net cash used in financing activities for the fiscal year under review totaled ¥3,049 million (up 576.7% year on year), as a result of realizing ¥2,610 million of dividends paid, ¥670 million of net increase (decrease) in short-term borrowings, and ¥646 million of repayments of long-term borrowings, partially offset by ¥989 million of proceeds from long-term borrowings, among others.

Trends in indicators of cash flows for the Group are as follows:

Fiscal year ended	February 28, 2017	February 28, 2018	February 28, 2019	February 29, 2020	February 28, 2021
Equity-to-asset ratio (%)	77.8	78.9	76.0	76.0	77.2
Equity-to-asset ratio based on market value (%)	141.2	174.1	137.4	120.0	149.0
Interest-bearing debt to cash flow ratio (Years)	0.4	0.0	0.2	0.4	0.4
Interest coverage ratio (Times)	1,050.9	1,533.3	3,000.3	1,512.8	1,704.2

Equity-to-asset ratio: $\text{Equity} / \text{Total assets}$

Equity-to-asset ratio based on market value: $\text{Market capitalization} / \text{Total assets}$

Interest-bearing debt to cash flow ratio: $\text{Interest-bearing debt} / \text{Cash flow}$

Interest coverage ratio: $\text{Cash flow} / \text{Interest payments}$

Note 1: All indicators are calculated using financial figures on a consolidated basis.

Note 2: Market capitalization is calculated on the basis of the number of issued shares excluding treasury shares.

Note 3: Cash flow from operating activities is used for cash flow.

Note 4: Interest-bearing debt covers all debt reported in the consolidated balance sheet for which interest is paid.

(4) Future outlook

The degree of the remaining effect of the COVID-19 pandemic will primarily concern the future outlook. The outcome of inoculations that have been urgently and swiftly administered worldwide may change the global economy drastically. The Company considers the possibility of the Japanese economy facing a severe economic downturn has become small given a general view that the economy has already come out of the worst period of the COVID-19 pandemic.

By factoring in the above circumstances, the Company forecasts, for the fiscal year ending February 28, 2022, net sales of ¥56,600 million (up 9.8% year on year), operating profit of ¥11,400 million (up 11.3% year on year), ordinary profit of ¥11,500 million (up 10.0% year on year), and profit attributable to owners of parent of ¥7,400 million (up 13.4% year on year). The forecasts assume that the current level of domestic production

activity as of March 2021 continues, and ¥108/USD, WTI crude oil price of \$55 to 60/barrel, and LME lead price of \$1,960/ton. In addition, the Company plans to record all-time highs of net sales, operating profit, ordinary profit, and profit attributable to owners of parent for the first time in two fiscal years.

2. Basic concept regarding selection of accounting standards

Consolidate financial statements are prepared in accordance with the Japanese generally accepted accounting principles (GAAP) as the Group operates its businesses mainly in Japan and engages neither in the development of international businesses nor overseas financing.

3. Consolidated financial statements and significant notes thereto

(1) Consolidated balance sheet

(Millions of yen)

	As of February 29, 2020	As of February 28, 2021
Assets		
Current assets		
Cash and deposits	28,783	33,852
Notes and accounts receivable - trade	9,071	8,916
Securities	1,310	403
Inventories	2,140	1,862
Other	791	322
Allowance for doubtful accounts	(4)	(6)
Total current assets	42,093	45,351
Non-current assets		
Property, plant and equipment		
Buildings and structures	19,048	20,360
Accumulated depreciation	(9,249)	(9,920)
Buildings and structures, net	9,798	10,439
Machinery, equipment and vehicles	23,915	24,219
Accumulated depreciation	(19,705)	(20,509)
Machinery, equipment and vehicles, net	4,210	3,709
Land	24,059	24,154
Construction in progress	494	584
Other	1,466	1,581
Accumulated depreciation	(1,040)	(1,135)
Other, net	426	445
Total property, plant and equipment	38,988	39,334
Intangible assets		
Goodwill	420	343
Other	302	293
Total intangible assets	722	637
Investments and other assets		
Investment securities	7,218	8,338
Long-term time deposits	1,000	—
Deferred tax assets	1,001	1,229
Other	1,043	871
Allowance for doubtful accounts	(16)	(7)
Total investments and other assets	10,246	10,433
Total non-current assets	49,957	50,404
Total assets	92,050	95,756

(Millions of yen)

	As of February 29, 2020	As of February 28, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,195	3,542
Short-term borrowings	1,650	980
Current portion of long-term borrowings	606	802
Income taxes payable	2,054	1,850
Provision for bonuses	386	405
Other	3,167	3,288
Total current liabilities	12,060	10,868
Non-current liabilities		
Long-term borrowings	2,178	2,325
Provision for retirement benefits for directors (and other officers)	271	8
Retirement benefit liability	1,001	1,065
Other	224	772
Total non-current liabilities	3,676	4,170
Total liabilities	15,737	15,039
Net assets		
Shareholders' equity		
Share capital	6,382	6,382
Capital surplus	7,116	7,147
Retained earnings	56,797	60,708
Treasury shares	(376)	(329)
Total shareholders' equity	69,919	73,909
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	104	83
Remeasurements of defined benefit plans	(6)	(0)
Total accumulated other comprehensive income	98	83
Non-controlling interests	6,295	6,724
Total net assets	76,313	80,717
Total liabilities and net assets	92,050	95,756

(2) Consolidated statement of income and consolidated statement of comprehensive income**Consolidated statement of income**

(Millions of yen)

	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Net sales	54,088	51,530
Cost of sales	36,963	35,205
Gross profit	17,124	16,324
Selling, general and administrative expenses		
Freight costs	838	706
Remuneration for directors (and other officers)	540	562
Salaries, allowances and bonuses	2,039	2,090
Provision for bonuses	135	147
Retirement benefit expenses	113	151
Provision for retirement benefits for directors (and other officers)	15	6
Welfare expenses	458	457
Rent expenses	176	181
Depreciation	75	111
Provision of allowance for doubtful accounts	(10)	(3)
Experimentation and research expenses	94	102
Other	1,781	1,565
Total selling, general and administrative expenses	6,259	6,082
Operating profit	10,865	10,242
Non-operating income		
Interest income	59	54
Dividend income	14	19
Insurance claim income	48	78
Rental income from land and buildings	0	4
Gain on investments in capital	20	7
Gain on investments in investment partnerships	–	16
Other	28	35
Total non-operating income	172	216
Non-operating expenses		
Interest expenses	6	5
Loss on cancellation of insurance policies	–	2
Other	6	0
Total non-operating expenses	12	8
Ordinary profit	11,025	10,451
Extraordinary income		
Gain on sales of non-current assets	41	21
Subsidy income	55	–
Other	0	–
Total extraordinary income	96	21

(Millions of yen)

	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Extraordinary losses		
Loss on sales of non-current assets	128	0
Loss on retirement of non-current assets	64	66
Impairment loss	23	—
Loss on tax purpose reduction entry of non-current assets	55	—
Retirement benefits for directors (and other officers)	—	339
Total extraordinary losses	271	405
Profit before income taxes	10,850	10,066
Income taxes - current	3,396	3,330
Income taxes - deferred	(31)	(233)
Total income taxes	3,364	3,096
Profit	7,485	6,970
Profit attributable to non-controlling interests	441	449
Profit attributable to owners of parent	7,044	6,521

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Profit	7,485	6,970
Other comprehensive income		
Valuation difference on available-for-sale securities	(0)	8
Remeasurements of defined benefit plans, net of tax	(10)	2
Total other comprehensive income	(11)	11
Comprehensive income	7,473	6,981
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,028	6,506
Comprehensive income attributable to non-controlling interests	445	475

(3) Consolidated statement of changes in equity

Fiscal year ended February 29, 2020

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,382	7,097	51,848	(404)	64,924
Changes during period					
Dividends of surplus			(2,095)		(2,095)
Profit attributable to owners of parent			7,044		7,044
Change in ownership interest of parent due to transactions with non-controlling interests		1			1
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares		17		29	47
Net changes in items other than shareholders' equity					
Total changes during period	—	19	4,948	27	4,995
Balance at end of period	6,382	7,116	56,797	(376)	69,919

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	110	3	114	5,919	70,957
Changes during period					
Dividends of surplus					(2,095)
Profit attributable to owners of parent					7,044
Change in ownership interest of parent due to transactions with non-controlling interests					1
Purchase of treasury shares					(1)
Disposal of treasury shares					47
Net changes in items other than shareholders' equity	(6)	(9)	(15)	375	359
Total changes during period	(6)	(9)	(15)	375	5,355
Balance at end of period	104	(6)	98	6,295	76,313

Fiscal year ended February 28, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,382	7,116	56,797	(376)	69,919
Changes during period					
Dividends of surplus			(2,610)		(2,610)
Profit attributable to owners of parent			6,521		6,521
Change in ownership interest of parent due to transactions with non-controlling interests		1			1
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares		29		48	78
Net changes in items other than shareholders' equity					
Total changes during period	—	31	3,911	47	3,989
Balance at end of period	6,382	7,147	60,708	(329)	73,909

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	104	(6)	98	6,295	76,313
Changes during period					
Dividends of surplus					(2,610)
Profit attributable to owners of parent					6,521
Change in ownership interest of parent due to transactions with non-controlling interests					1
Purchase of treasury shares					(1)
Disposal of treasury shares					78
Net changes in items other than shareholders' equity	(20)	5	(14)	428	414
Total changes during period	(20)	5	(14)	428	4,403
Balance at end of period	83	(0)	83	6,724	80,717

(4) Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Cash flows from operating activities		
Profit before income taxes	10,850	10,066
Depreciation	1,947	2,374
Impairment loss	23	–
Amortization of goodwill	76	76
Increase (decrease) in allowance for doubtful accounts	(48)	(7)
Increase (decrease) in provision for bonuses	30	18
Increase (decrease) in provision for retirement benefits for directors (and other officers)	11	(263)
Increase (decrease) in retirement benefit liability	44	68
Interest and dividend income	(74)	(73)
Interest expenses	6	5
Subsidy income	(55)	–
Loss (gain) on sales of non-current assets	87	(20)
Loss on retirement of non-current assets	64	66
Loss on tax purpose reduction entry of non-current assets	55	–
Loss (gain) on investments in capital	(20)	(7)
Loss (gain) on investments in investment partnerships	–	(16)
Loss (gain) on cancellation of insurance policies	–	2
Retirement benefits for directors (and other officers)	–	339
Decrease (increase) in trade receivables	(963)	163
Decrease (increase) in inventories	(203)	278
Increase (decrease) in trade payables	496	(652)
Increase (decrease) in accrued consumption taxes	669	(52)
Other, net	(436)	850
Subtotal	12,561	13,214
Interest and dividends received	90	106
Interest paid	(6)	(5)
Income taxes paid	(3,012)	(3,531)
Net cash provided by (used in) operating activities	9,633	9,784
Cash flows from investing activities		
Payments into time deposits	(2,850)	(173)
Proceeds from withdrawal of time deposits	2,820	3,820
Purchase of investment securities	(1,942)	(2,554)
Purchase of insurance funds	(19)	(19)
Proceeds from cancellation of insurance funds	48	107
Proceeds from sales and redemption of short-term and long-term investment securities	718	2,300
Purchase of property, plant and equipment	(10,819)	(2,655)
Proceeds from sales of property, plant and equipment	44	69
Purchase of intangible assets	(34)	(12)
Subsidies received	55	–
Other, net	12	99
Net cash provided by (used in) investing activities	(11,964)	981

(Millions of yen)

	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	430	(670)
Proceeds from long-term borrowings	2,000	989
Repayments of long-term borrowings	(653)	(646)
Dividends paid	(2,095)	(2,610)
Dividends paid to non-controlling interests	(55)	(58)
Purchase of treasury shares	(1)	(1)
Other, net	(74)	(51)
Net cash provided by (used in) financing activities	(450)	(3,049)
Net increase (decrease) in cash and cash equivalents	(2,782)	7,716
Cash and cash equivalents at beginning of period	28,729	25,946
Cash and cash equivalents at end of period	25,946	33,663

(5) Notes to consolidated financial statements

Notes on premise of going concern

Not applicable.

Segment information, etc.

Segment information

Fiscal years ended February 29, 2020 and February 28, 2021

This information has been omitted as the Group consists of a single business segment, the environment-related business.

Information associated with reportable segments

Fiscal years ended February 29, 2020 and February 28, 2021

1. Information for each product or service

This information has been omitted as net sales to external customers in a single product or service category account for more than 90% of net sales recorded in the consolidated statement of income.

2. Information for each region

(1) Net sales

This information has been omitted as net sales to external customers in Japan account for more than 90% of net sales recorded in the consolidated statement of income.

(2) Property, plant and equipment

Not applicable as the Company does not have property, plant, and equipment located in countries and regions other than Japan.

3. Information for each of main customers

This information has been omitted as there is no specific customer to which net sales, among those to external customers, account for 10% of net sales in consolidated statement of income.

Disclosure of impairment loss on non-current assets for each reportable segment

Fiscal year ended February 29, 2020

This information has been omitted as the Group consists of a single business segment, the environment-related business.

Fiscal year ended February 28, 2021

Not applicable.

Amortization and unamortized balance of goodwill for each reportable segment

Fiscal years ended February 29, 2020 and February 28, 2021

This information has been omitted as the Group consists of a single business segment, the environment-related business.

Information about gain on bargain purchase for each reportable segment

Fiscal years ended February 29, 2020 and February 28, 2021

Not applicable.

Per share information

(Yen)

Fiscal year ended February 29, 2020		Fiscal year ended February 28, 2021	
Net assets per share	1,636.76	Net assets per share	1,728.53
Basic earnings per share	164.68	Basic earnings per share	152.37

Notes: 1. Diluted earnings per share is not presented because there were no potential shares.

2. The basis of calculating basic earnings per share is as follows:

	Fiscal year ended February 29, 2020	Fiscal year ended February 28, 2021
Profit attributable to owners of parent (Millions of yen)	7,044	6,521
Amounts not attributable to common shareholders (Millions of yen)	—	—
Profit attributable to owners of parent related to common shares (Millions of yen)	7,044	6,521
Average number of common shares during the period (Shares)	42,772,937	42,797,745

Significant events after reporting period

Not applicable.